

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK

----- JEAN MINSKOFF GRANT, Plaintiff, v. MYCA, LLC and 2220 EQUITIES MANAGEMENT LIMITED PARTNERSHIP,	x : : : : : : : x
	No. 08 CV 508 (CLB) FILED BY ECF
Defendants.	:

**PLAINTIFF'S COUNTER STATEMENT PURSUANT TO RULE 56.1
IN OPPOSITION TO DEFENDANTS' MOTION
FOR PARTIAL SUMMARY JUDGMENT**

Plaintiff Jean Minskoff Grant (“Plaintiff” or “Grant”), pursuant to Local Civil Rule 56.1, responds to Defendants’ Statement of Undisputed Material Facts, dated February 28, 2008, in connection with Defendants’ motion for partial summary judgment to dismiss Plaintiff’s second cause of action (“Defendants’ Motion”), as follows:

PARAGRAPH NO. 1

The partnerships involved in these two actions¹ are Halstead-Harrison Associates (“Halstead-Harrison”) and 77th Queens Associates (“77th Queens”) (together, the “Partnerships”).

¹ Defendants MYCA, LLC (“MYCA”) and 2220 Equities Management Limited Partnership (“2220 Equities”) filed a joint motion to dismiss in the above-captioned action and in *MLP I v. MYCA, LLC*, No. 08 CV 511 (CLB), and submitted identical Local Rule 56.1 Statements of Undisputed Material Facts in both actions.

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RESPONSE TO PARAGRAPH NO. 1

Plaintiff admits.

PARAGRAPH NO. 2

Halstead-Harrison is a New York general partnership.

RESPONSE TO PARAGRAPH NO. 2

Plaintiff admits.

PARAGRAPH NO. 3

Halstead-Harrison owns and operates real property located at 270 to 278 Halstead Avenue in Harrison, New York (the "H-H Property").

RESPONSE TO PARAGRAPH NO. 3

Plaintiff admits.

PARAGRAPH NO. 4

Its partners are: (1) defendant MYCA, which ones a one-third interest; (2) defendant 2220 Equities, which ones a one-third interest; and (3) plaintiff Jean Minskoff Grant, who owns a one-third interest.

RESPONSE TO PARAGRAPH NO. 4

Plaintiff admits.

PARAGRAPH NO. 5

MYCA is a limited liability company whose members are Sara Minskoff Allan and her mother, Carolyn Minskoff.

RESPONSE TO PARAGRAPH NO. 5

Plaintiff admits.

PARAGRAPH NO. 6

MYCA is a citizen of Florida.

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RESPONSE TO PARAGRAPH NO. 6

Plaintiff admits.

PARAGRAPH NO. 7

2220 Equities is a limited partnership whose partners are Alan and Royanne Minskoff.

RESPONSE TO PARAGRAPH NO. 7

Plaintiff admits.

PARAGRAPH NO. 8

2220 Equities is a citizen of Idaho.

RESPONSE TO PARAGRAPH NO. 8

Plaintiff admits.

PARAGRAPH NO. 9

Jean Minskoff Grant is a citizen of New York.

RESPONSE TO PARAGRAPH NO. 9

Plaintiff admits.

PARAGRAPH NO. 10

77th Queens is a New York general partnership.

RESPONSE TO PARAGRAPH NO. 10

Plaintiff admits.

PARAGRAPH NO. 11

77th Queens owns and operates a long-term lease of commercial property located at 116-02 to 116-32 Queens Boulevard in Queens, New York (together with the H-H Property, the "Properties").

RESPONSE TO PARAGRAPH NO. 11

Plaintiff admits.

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PARAGRAPH NO. 12

Its partners are: (1) MYCA, which owns a one-third interest; (2) 2220 Equities, which owns a one-quarter interest; (3) plaintiff MLP I, which owns a one-twelfth interest; and (4) plaintiff QCR 77 LLC, which owns a one-third interest.

RESPONSE TO PARAGRAPH NO. 12

Plaintiff admits.

PARAGRAPH NO. 13

MLP I is a limited partnership whose general partner is Grant and whose limited partner is James Sterling.

RESPONSE TO PARAGRAPH NO. 13

Plaintiff admits.

PARAGRAPH NO. 14

MLP I is a citizen of New York.

RESPONSE TO PARAGRAPH NO. 14

Plaintiff admits.

PARAGRAPH NO. 15

QCR 77 LLC is a limited liability company whose sole member is a trust whose trustee is Patricia Breede, and is controlled by Michael and Patricia Breede.

RESPONSE TO PARAGRAPH NO. 15

Plaintiff admits.

PARAGRAPH NO. 16

QCR 77 LLC is a citizen of Connecticut.

RESPONSE TO PARAGRAPH NO. 16

Plaintiff admits.

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PARAGRAPH NO. 17

For several years, Jean Minskoff Grant and her husband have exercised control over the management of properties owned by various Minskoff family real estate partnerships, including the Properties, through Minskoff Grant Realty & Management Corporation (“MGRMC”).

RESPONSE TO PARAGRAPH NO. 17

Plaintiff admits that, for several years, Jean Minskoff Grant and her husband, Francis C. Grant III have managed properties owned by various Minskoff family real estate partnerships, including the Properties, pursuant to management agreements between MGRMC and such partnerships. (Affidavit of Jean Minskoff Grant, sworn to March 26, 2008 (“Minskoff Grant Aff.”) ¶¶ 5, 9.)

PARAGRAPH NO. 18

MGRMC is controlled by Grant and her husband.

RESPONSE TO PARAGRAPH NO. 18

Plaintiff admits.

PARAGRAPH NO. 19

Grant, through MGRMC, has been “intimately involved on a day-to-day basis with the management” of the Properties.

RESPONSE TO PARAGRAPH NO. 19

Plaintiff admits.

PARAGRAPH NO. 20

The partners have been in a state of sharp discord over the “management and day-to-day operations” of the properties with which Grant has been intimately involved.

RESPONSE TO PARAGRAPH NO. 20

Plaintiff admits.

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PARAGRAPH NO. 21

MYCA, 2220 Equities and their principals do not want Grant or her company to manage properties owned by partnerships in which MYCA, 2220 Equities or their principals are partners.

RESPONSE TO PARAGRAPH NO. 21

Plaintiff understands this to be the case based on the actions of MYCA, 2220 Equities, and their principals.

PARAGRAPH NO. 22

On or about November 30, 2007, partnership meetings were held for Halstead-Harrison and 77th Queens.

RESPONSE TO PARAGRAPH NO. 22

Plaintiff admits.

PARAGRAPH NO. 23

At these meetings, majorities voted in favor of hiring Armstrong Realty Management (“Armstrong”) to manage the Properties.

RESPONSE TO PARAGRAPH NO. 23

Plaintiff objects to Defendants’ characterization that partners at the November 30, 2007 meeting of 77th Queens voted to hire Armstrong to manage the Properties. Plaintiff admits that the minutes from this meeting – which were drafted by Robb Allan, husband of Sara Minskoff Allan – allege that the motion presented at the meeting was to hire Armstrong effective January 1, 2008. However, Plaintiff disputes that this is an accurate reflection of the vote that took place at the November 30, 2007 meeting. On the contrary, the motion that was decided at the 77th Queens meeting was a motion to “authorize[e] moving forward with retaining Armstrong” as the manager of the H-H Property, subject to subsequent approval by the partners of any management

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agreement with Armstrong. (Affidavit of Michael Edward Breede, sworn to March 26, 2008 (“Breede Aff.”), ¶ 8 and Ex. A.)

At the 77th Queens meeting, Rob Allan, as the proxy for Sara Minskoff Allan, introduced a motion at the meeting regarding the management of 77th Queens’ property. In response to Mr. Breede’s concerns about signing any agreement with Armstrong at that time, Mr. Allan clarified that “[w]e’re not signing anything today.” According to Mr. Allan’s own characterization of his motion, “[a]ll we’re doing today is authorizing moving forward with retaining Armstrong.” Mr. Allan added, “Obviously a management agreement needs to be circulated to members for approval prior to any signature. So we have some time between here and then.” (Id.)

Regarding the November 30, 2007 meeting of Halstead-Harrison, Plaintiff objects to Defendants’ characterization of the vote on the grounds that Plaintiff was not present for any motion or vote regarding the management of Halstead-Harrison, nor is Plaintiff aware of any transcript or recording that reflects such a motion or vote. Plaintiff does not consider the minutes of the Halstead-Harrison meeting – drafted by Robb Allan, husband of Sara Minskoff Allan – to accurately reflect the events that transpired at the Halstead-Harrison meeting. (Declaration of Sara Minskoff Allan in support of Defendants’ Motion (“Allan Decl.”) ¶ 8; Minskoff Grant Aff. ¶ 24 and Ex. D.)

PARAGRAPH NO. 24

Attending the November 30, 2007, partnership meeting for Halstead-Harrison Associates were MYCA, represented by Sara Minskoff Allan; 2220 Equities, represented by Royanne Minskoff; and Jean Minskoff Grant.

RESPONSE TO PARAGRAPH NO. 24

Plaintiff admits that she attended a portion of the November 30, 2007 meeting of Halstead-Harrison, telephonically, from England. Plaintiff notes that she did not have access to

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any of the documents that were being discussed at the meeting. Plaintiff was also not present for any motion or vote regarding the management of the H-H Property. (Minskoff Grant Aff. ¶ 24 and Ex. D.)

PARAGRAPH NO. 25

The vote for retaining Armstrong to manage the property owned by Halstead-Harrison Associates was 2 in favor (MYCA and 2220 Equities), none against.

RESPONSE TO PARAGRAPH NO. 25

As discussed above, Plaintiff objects to Defendants' characterization of the vote on the grounds that Plaintiff was not present for any motion or vote regarding the management of the H-H Property, nor is Plaintiff aware of any transcript or recording that reflects such a motion or vote. Plaintiff does not consider the minutes of the Halstead-Harrison meeting – drafted by Robb Allan, husband of Sara Minskoff Allan – to accurately reflect the events that transpired at the Halstead-Harrison meeting. (Minskoff Grant Aff. ¶ 24 and Ex. D.)

PARAGRAPH NO. 26

Jean Minskoff Grant left the meeting as the vote was being introduced.

RESPONSE TO PARAGRAPH NO. 26

Plaintiff objects to this statement on the grounds that Plaintiff was not present for any motion or vote regarding the management of the H-H Property and is not aware as to whether a vote was introduced upon her departure from the meeting. (Id.)

PARAGRAPH NO. 27

The votes in favor of retaining Armstrong represented two-thirds of the partnership interests.

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RESPONSE TO PARAGRAPH NO. 27

Plaintiff objects to Defendants' characterization of the Halstead-Harrison vote for the reasons discussed above.

PARAGRAPH NO. 28

Attending the November 30, 2007, partnership meeting for 77th Queens were MYCA, represented by Sara Minskoff Allan; 2220 Equities, represented by Royanne Minskoff; and QCR 77 LLC, represented by Michael Breede.

RESPONSE TO PARAGRAPH NO. 28

Plaintiff admits.

PARAGRAPH NO. 29

The vote for retaining Armstrong to manage the property owned by 77th Queens Associates was 2 in favor (MYCA and 2220 Equities), 1 against (QCR 77 LLC).

RESPONSE TO PARAGRAPH NO. 29

Plaintiff objects to Defendants' characterization of the 77th Queens vote for the reasons discussed above.

PARAGRAPH NO. 30

The votes in favor of retaining Armstrong represented seven-twelfths (approximately 58.3 %) of the partnership interests.

RESPONSE TO PARAGRAPH NO. 30

Plaintiff objects to Defendants' characterization of the 77th Queens vote for the reasons discussed above.

PARAGRAPH NO. 31

On or about December 11, 2007, Royanne Minskoff and Sara Minskoff Allan, on behalf of the Partnerships, caused letters to be sent to MGRMC. The letters informed MGRMC that the

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Partnerships had selected new management for the properties and directed MGRMC to turn over relevant partnership books, records and property.

RESPONSE TO PARAGRAPH NO. 31

Plaintiff admits that Ms. Minskoff and Ms. Minskoff Allan sent such letters, purportedly on behalf of the Partnerships.

PARAGRAPH NO. 32

The Partnerships later finalized and entered into management agreements with Armstrong dated as of January 1, 2008.

RESPONSE TO PARAGRAPH NO. 32

Plaintiff disputes that the Partnerships entered into management agreements with Armstrong. Plaintiff acknowledges that Royanne Minskoff and Sara Minskoff Allan purported to enter into management agreements with Armstrong, but disputes that such actions constituted valid actions on behalf of the Partnerships, and disputes that the Partnerships are bound by any such agreements. Plaintiff notes that these management agreements were never provided to the Partnerships for approval, and were accordingly not approved by the Partnerships. (See Minskoff Grant Aff. ¶ 26; Breede Aff. ¶ 9.)

PARAGRAPH NO. 33

Grant and MGRMC did not turn over the partnership books and records.

RESPONSE TO PARAGRAPH NO. 33

Plaintiff admits that partnership books and records have not been turned over to Defendants. However, Plaintiff asserts that MGRMC immediately sent copies of the management agreements between the Partnerships and MGRMC to Defendants after receiving a request to do so from Mr. Breede. (Minskoff Grant Aff. ¶ 25; Breede Aff. ¶ 10.)

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PARAGRAPH NO. 34

On or about January 18, 2008, Grant and Patricia and Michael Breede commenced five lawsuits in federal and state court seeking the dissolution of five partnerships, including the above-captioned actions² concerning Halstead-Harrison Associates and 77th Queens Associates.

RESPONSE TO PARAGRAPH NO. 34

Plaintiff admits.

PARAGRAPH NO. 35

The Defendants were served on or about February 8, 2008.

RESPONSE TO PARAGRAPH NO. 35

Plaintiff admits.

PARAGRAPH NO. 36

The two related state-court actions are captioned *Grant v. Minskoff*, Index No. 03175/2008 (N.Y. Sup. Ct.) and *Grant v. Minskoff*, Index No. 03176/2008 (N.Y. Sup. Ct.).

RESPONSE TO PARAGRAPH NO. 36

Plaintiff admits.

PARAGRAPH NO. 37

The related federal-court action is captioned *Scorpio 8283 LLC v. MYCA, LLC*, No. 08 Cv. 510 (CLB) (S.D.N.Y.).

RESPONSE TO PARAGRAPH NO. 37

Plaintiff admits.

² Defendants filed a joint motion to dismiss in the above-captioned action and in *MLP I v. MYCA, LLC*, No. 08 CV 511, and filed identical Local Rule 56.1 statements in each case. Defendants included both captions on their Local Rule 56.1 statements.

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PARAGRAPH NO. 38

The Grants, the Breedes, and MGRMC are jointly represented by the same counsel in their disputes with the Defendants and their principals.

RESPONSE TO PARAGRAPH NO. 38

Plaintiff admits.

PARAGRAPH NO. 39

On or about January 24, 2008, four partnerships commenced an action against MGRMC in New York State Supreme Court, New York County, captioned *Post-Broadway et al. v. Minskoff Grant Realty & Management Corporation*, Index No. 08/600217 (N.Y. Sup. Ct.), seeking to recover the partnership property that Grant and MGRMC continued to withhold from Armstrong, and brought a motion by order to show cause for a preliminary injunction requiring MGRMC to relinquish the property.

RESPONSE TO PARAGRAPH NO. 39

Plaintiff admits that an action styled *Post Broadway et al. v. Minskoff Grant Realty & Management Corp.*, Index No. 08/600217 (N.Y. Sup. Ct.) (the “Termination Action”) was commenced on or about January 24, 2008 seeking the relief described above, and admits that the above-mentioned motion was brought in the Termination Action. Plaintiff acknowledges that certain partners of 77th Queens, Halstead-Harrison, and 82nd-83rd Street Venture initiated that action, purportedly on behalf of those partnerships. However, Plaintiff disputes that the Termination Action was validly brought on behalf of those three partnerships that are named as plaintiffs. Plaintiff asserts that the partners of 77th Queens, Halstead-Harrison, and 82nd-83rd Street Venture that commenced the Termination Action did not consult with the other partners of those partnerships before commencing that action. (Minskoff Grant Aff. ¶ 27; Breede Aff. ¶ 11.)

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PARAGRAPH NO. 40

The four partnership plaintiffs are 77th Queens Associates, Halstead-Harrison Associates, 82nd-83rd Street Venture, and Post-Broadway Associates a/k/a 59 South Broadway Venture.

RESPONSE TO PARAGRAPH NO. 40

Plaintiff admits that the partnerships listed above are named as plaintiffs in the Termination Action. For the reasons discussed above, Plaintiff disputes that the Termination Action was validly brought by or on behalf of three of those four partnerships. (Ids.)

PARAGRAPH NO. 41

The motion for preliminary injunction was heard on February 5, 2008, and a decision on the motion is pending.

RESPONSE TO PARAGRAPH NO. 41

Plaintiff admits that the motion for preliminary injunction was heard on February 5, 2008, and that a decision on the motion was pending as of the date Defendants filed their Local Rule 56.1 statement. The court in the Termination Action issued an order and decision (the “Lower Court Order”) granting the plaintiffs’ motion for a preliminary injunction on March 18, 2008. The defendants in the Termination Action have appealed the order and decision to the Appellate Division, First Department. The Appellate Division, First Department granted an interim stay of the Lower Court Order pending the full court’s determination of whether the Lower Court Order should be stayed during the entire pendency of the appeal. (Affidavit of Thomas H. Golden, sworn to March 26, 2008 (“Golden Aff.”) ¶ 6.)

PARAGRAPH NO. 42

Halstead-Harrison and 77th Queens entered into management agreements with Armstrong dated as of January 1, 2008.

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RESPONSE TO PARAGRAPH NO. 42

Plaintiff disputes that the Partnerships entered into management agreements with Armstrong for the reasons stated in Response No. 32.

PARAGRAPH NO. 43

Under the Halstead-Harrison and 77th Queens agreements with Armstrong, Armstrong does not have the authority to “bind or obligate” the partnerships.

RESPONSE TO PARAGRAPH NO. 43

Plaintiff admits that, pursuant to Section 2.2 of the management agreements purportedly entered into between Halstead-Harrison and 77th Queens on the one hand and Armstrong on the other, “[n]either party shall have the power to bind or obligate the other.” (Allan Decl., Ex. 3.)

PARAGRAPH NO. 44

Armstrong’s authority is limited to operating and maintaining the properties, preparing budgets, expending funds pursuant to Owner-approved operating budgets, collecting rents and other charges from tenants, supervising repairs, and similar activities.

RESPONSE TO PARAGRAPH NO. 44

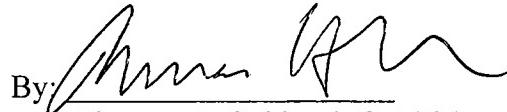
Plaintiff admits that this paragraph represents a fair characterization of Armstrong’s authority pursuant to the management agreements purportedly entered into between Halstead-Harrison and 77th Queens on the one hand and Armstrong on the other.

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DATED: New York, New York
March 26, 2008

Respectfully submitted,

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CERTIFICATE OF SERVICE

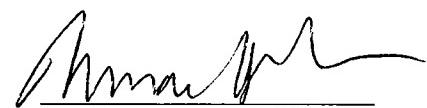
The undersigned, a member in good standing of the bar of this Court, certifies that on March 26, 2008, he caused a copy of the foregoing document to be served via e-mail, pursuant to an agreement, upon the following:

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